

HOUSE BILL No. 2532

By Committee on Taxation

2-15

9 AN ACT concerning sales taxation; relating to retailers' sales tax; au-
10 thority of counties; amending K.S.A. 2006 Supp. 12-187, 12-189 and
11 12-192 and repealing the existing sections; also repealing K.S.A. 2006
12 Supp. 12-187b and 12-189f.
13

14 *Be it enacted by the Legislature of the State of Kansas:*

15 Section 1. K.S.A. 2006 Supp. 12-187 is hereby amended to read as
16 follows: 12-187. (a) ~~(4)~~ No city shall impose a retailers' sales tax under
17 the provisions of this act without the governing body of such city having
18 first submitted such proposition to and having received the approval of a
19 majority of the electors of the city voting thereon at an election called
20 and held therefor. The governing body of any city may submit the ques-
21 tion of imposing a retailers' sales tax and the governing body shall be
22 required to submit the question upon submission of a petition signed by
23 electors of such city equal in number to not less than 10% of the electors
24 of such city.

25 ~~(2) The governing body of any class B city located in any county which~~
26 ~~does not impose a countywide retailers' sales tax pursuant to paragraph~~
27 ~~(5) of subsection (b) may submit the question of imposing a retailers' sales~~
28 ~~tax at the rate of .25%, .5%, .75% or 1% and pledging the revenue ree-~~
29 ~~ceived therefrom for the purpose of financing the provision of health care~~
30 ~~services, as enumerated in the question, to the electors at an election~~
31 ~~called and held thereon. The tax imposed pursuant to this paragraph shall~~
32 ~~be deemed to be in addition to the rate limitations prescribed in K.S.A.~~
33 ~~12-189, and amendments thereto. As used in this paragraph, health care~~
34 ~~services shall include but not be limited to the following: Local health~~
35 ~~departments, city, county or district hospitals, city or county nursing~~
36 ~~homes, preventive health care services including immunizations, prenatal~~
37 ~~care and the postponement of entry into nursing homes by home health~~
38 ~~care services, mental health services, indigent health care, physician or~~
39 ~~health care worker recruitment, health education, emergency medical~~
40 ~~services, rural health clinics, integration of health care services, home~~
41 ~~health services and rural health networks.~~

42 (b) (1) The board of county commissioners of any county may submit
43 the question of imposing a countywide retailers' sales tax to the electors

1 at an election called and held thereon, and any such board shall be re-
2 quired to submit the question upon submission of a petition signed by
3 electors of such county equal in number to not less than 10% of the
4 electors of such county who voted at the last preceding general election
5 for the office of secretary of state, or upon receiving resolutions request-
6 ing such an election passed by not less than $\frac{2}{3}$ of the membership of the
7 governing body of each of one or more cities within such county which
8 contains a population of not less than 25% of the entire population of the
9 county, or upon receiving resolutions requesting such an election passed
10 by $\frac{2}{3}$ of the membership of the governing body of each of one or more
11 taxing subdivisions within such county which levy not less than 25% of
12 the property taxes levied by all taxing subdivisions within the county.

13 (2) The board of county commissioners of Anderson, Atchison, Bar-
14 ton, Butler, Chase, Cowley, Cherokee, Crawford, Ford, Jefferson, Lyon,
15 Marion, Montgomery, Neosho, Osage, Ottawa, Reno, Riley, Saline, Sew-
16 ard, Sumner, Wabaunsee, Wilson and Wyandotte counties may submit
17 the question of imposing a countywide retailers' sales tax and pledging
18 the revenue received therefrom for the purpose of financing the construc-
19 tion or remodeling of a courthouse, jail, law enforcement center facility
20 or other county administrative facility, to the electors at an election called
21 and held thereon. The tax imposed pursuant to this paragraph shall expire
22 when sales tax sufficient to pay all of the costs incurred in the financing
23 of such facility has been collected by retailers as determined by the sec-
24 retary of revenue. Nothing in this paragraph shall be construed to allow
25 the rate of tax imposed by Butler, Chase, Cowley, Lyon, Montgomery,
26 Neosho, Riley, Sumner or Wilson county pursuant to this paragraph to
27 exceed or be imposed at any rate other than the rates prescribed in K.S.A.
28 12-189, and amendments thereto.

29 (3) (A) Except as otherwise provided in this paragraph, the result of
30 the election held on November 8, 1988, on the question submitted by
31 the board of county commissioners of Jackson county for the purpose of
32 increasing its countywide retailers' sales tax by 1% is hereby declared
33 valid, and the revenue received therefrom by the county shall be ex-
34 pended solely for the purpose of financing the Banner Creek reservoir
35 project. The tax imposed pursuant to this paragraph shall take effect on
36 the effective date of this act and shall expire not later than five years after
37 such date.

38 (B) The result of the election held on November 8, 1994, on the
39 question submitted by the board of county commissioners of Ottawa
40 county for the purpose of increasing its countywide retailers' sales tax by
41 1% is hereby declared valid, and the revenue received therefrom by the
42 county shall be expended solely for the purpose of financing the erection,
43 construction and furnishing of a law enforcement center and jail facility.

1 (C) Except as otherwise provided in this paragraph, the result of the
2 election held on November 2, 2004, on the question submitted by the
3 board of county commissioners of Sedgwick county for the purpose of
4 increasing its countywide retailers' sales tax by 1% is hereby declared
5 valid, and the revenue received therefrom by the county shall be used
6 only to pay the costs of: (i) Acquisition of a site and constructing and
7 equipping thereon a new regional events center, associated parking and
8 infrastructure improvements and related appurtenances thereto, to be
9 located in the downtown area of the city of Wichita, Kansas, (the "down-
10 town arena"); (ii) design for the Kansas coliseum complex and construc-
11 tion of improvements to the pavilions; and (iii) establishing an operating
12 and maintenance reserve for the downtown arena and the Kansas coli-
13 seum complex. The tax imposed pursuant to this paragraph shall com-
14 mence on July 1, 2005, and shall terminate not later than 30 months after
15 the commencement thereof.

16 (4) The board of county commissioners of Finney and Ford counties
17 may submit the question of imposing a countywide retailers' sales tax at
18 the rate of .25% and pledging the revenue received therefrom for the
19 purpose of financing all or any portion of the cost to be paid by Finney
20 or Ford county for construction of highway projects identified as system
21 enhancements under the provisions of paragraph (5) of subsection (b) of
22 K.S.A. 68-2314, and amendments thereto, to the electors at an election
23 called and held thereon. Such election shall be called and held in the
24 manner provided by the general bond law. The tax imposed pursuant to
25 this paragraph shall expire upon the payment of all costs authorized pur-
26 suant to this paragraph in the financing of such highway projects. Nothing
27 in this paragraph shall be construed to allow the rate of tax imposed by
28 Finney or Ford county pursuant to this paragraph to exceed the maximum
29 rate prescribed in K.S.A. 12-189, and amendments thereto. If any funds
30 remain upon the payment of all costs authorized pursuant to this para-
31 graph in the financing of such highway projects in Finney county, the
32 state treasurer shall remit such funds to the treasurer of Finney county
33 and upon receipt of such moneys shall be deposited to the credit of the
34 county road and bridge fund. If any funds remain upon the payment of
35 all costs authorized pursuant to this paragraph in the financing of such
36 highway projects in Ford county, the state treasurer shall remit such funds
37 to the treasurer of Ford county and upon receipt of such moneys shall
38 be deposited to the credit of the county road and bridge fund.

39 (5) The board of county commissioners of any county may submit the
40 question of imposing a retailers' sales tax at the rate of .25%, .5%, .75%
41 or 1% and pledging the revenue received therefrom for the purpose of
42 financing the provision of health care services, as enumerated in the ques-
43 tion, to the electors at an election called and held thereon. Whenever any

1 county imposes a tax pursuant to this paragraph, any tax imposed pursuant
2 to paragraph (2) of subsection (a) by any city located in such county shall
3 expire upon the effective date of the imposition of the countywide tax,
4 and thereafter the state treasurer shall remit to each such city that portion
5 of the countywide tax revenue collected by retailers within such city as
6 certified by the director of taxation. The tax imposed pursuant to this
7 paragraph shall be deemed to be in addition to the rate limitations pre-
8 scribed in K.S.A. 12-189, and amendments thereto. As used in this par-
9 agraph, health care services shall include but not be limited to the follow-
10 ing: Local health departments, city or county hospitals, city or county
11 nursing homes, preventive health care services including immunizations,
12 prenatal care and the postponement of entry into nursing homes by home
13 care services, mental health services, indigent health care, physician or
14 health care worker recruitment, health education, emergency medical
15 services, rural health clinics, integration of health care services, home
16 health services and rural health networks.

17 (6) The board of county commissioners of Allen county may submit
18 the question of imposing a countywide retailers' sales tax at the rate of
19 .5% and pledging the revenue received therefrom for the purpose of
20 financing the costs of operation and construction of a solid waste disposal
21 area or the modification of an existing landfill to comply with federal
22 regulations to the electors at an election called and held thereon. The tax
23 imposed pursuant to this paragraph shall expire upon the payment of all
24 costs incurred in the financing of the project undertaken. Nothing in this
25 paragraph shall be construed to allow the rate of tax imposed by Allen
26 county pursuant to this paragraph to exceed or be imposed at any rate
27 other than the rates prescribed in K.S.A. 12-189 and amendments
28 thereto.

29 (7) The board of county commissioners of Clay, Dickinson and Miami
30 county may submit the question of imposing a countywide retailers' sales
31 tax at the rate of .50% in the case of Clay and Dickinson county and at a
32 rate of up to 1% in the case of Miami county, and pledging the revenue
33 received therefrom for the purpose of financing the costs of roadway
34 construction and improvement to the electors at an election called and
35 held thereon. Except as otherwise provided, the tax imposed pursuant to
36 this paragraph shall expire after five years from the date such tax is first
37 collected. The result of the election held on November 2, 2004, on the
38 question submitted by the board of county commissioners of Miami
39 county for the purpose of extending for an additional five-year period the
40 countywide retailers' sales tax imposed pursuant to this subsection in Mi-
41 ami county is hereby declared valid. The countywide retailers' sales tax
42 imposed pursuant to this subsection in Clay and Miami county may be
43 extended or reenacted for additional five-year periods upon the board of

1 county commissioners of Clay and Miami county submitting such ques-
2 tion to the electors at an election called and held thereon for each addi-
3 tional five-year period as provided by law.

4 (8) The board of county commissioners of Sherman county may sub-
5 mit the question of imposing a countywide retailers' sales tax at the rate
6 of 1% and pledging the revenue received therefrom for the purpose of
7 financing the costs of street and roadway improvements to the electors
8 at an election called and held thereon. The tax imposed pursuant to this
9 paragraph shall expire upon payment of all costs authorized pursuant to
10 this paragraph in the financing of such project.

11 (9) The board of county commissioners of Cowley, Crawford, Russell
12 and Woodson county may submit the question of imposing a countywide
13 retailers' sales tax at the rate of .5% in the case of Crawford, Russell and
14 Woodson county and at a rate of up to .25%, in the case of Cowley county
15 and pledging the revenue received therefrom for the purpose of financing
16 economic development initiatives or public infrastructure projects. The
17 tax imposed pursuant to this paragraph shall expire after five years from
18 the date such tax is first collected.

19 (10) The board of county commissioners of Franklin county may sub-
20 mit the question of imposing a countywide retailers' sales tax at the rate
21 of .25% and pledging the revenue received therefrom for the purpose of
22 financing recreational facilities. The tax imposed pursuant to this para-
23 graph shall expire upon payment of all costs authorized in financing such
24 facilities.

25 (11) The board of county commissioners of Douglas county may sub-
26 mit the question of imposing a countywide retailers' sales tax at the rate
27 of .25% and pledging the revenue received therefrom for the purposes
28 of preservation, access and management of open space, and for industrial
29 and business park related economic development.

30 (12) The board of county commissioners of Shawnee county may sub-
31 mit the question of imposing a countywide retailers' sales tax at the rate
32 of .25% and pledging the revenue received therefrom to the city of To-
33 peka for the purpose of financing the costs of rebuilding the Topeka
34 boulevard bridge and other public infrastructure improvements associ-
35 ated with such project to the electors at an election called and held
36 thereon. The tax imposed pursuant to this paragraph shall expire upon
37 payment of all costs authorized in financing such project.

38 (13) The board of county commissioners of Jackson county may sub-
39 mit the question of imposing a countywide retailers' sales tax at a rate of
40 .4% and pledging the revenue received therefrom as follows: 50% of such
41 revenues for the purpose of financing for economic development initia-
42 tives; and 50% of such revenues for the purpose of financing public in-
43 frastructure projects to the electors at an election called and held thereon.

1 The tax imposed pursuant to this paragraph shall expire after seven years
2 from the date such tax is first collected.

3 (14) The board of county commissioners of Neosho county may sub-
4 mit the question of imposing a countywide retailers' sales tax at the rate
5 of .5% and pledging the revenue received therefrom for the purpose of
6 financing the costs of roadway construction and improvement to the elec-
7 tors at an election called and held thereon. The tax imposed pursuant to
8 this paragraph shall expire upon payment of all costs authorized pursuant
9 to this paragraph in the financing of such project.

10 (15) The board of county commissioners of Saline county may submit
11 the question of imposing a countywide retailers' sales tax at the rate of
12 up to .5% and pledging the revenue received therefrom for the purpose
13 of financing the costs of construction and operation of an expo center to
14 the electors at an election called and held thereon. The tax imposed pur-
15 suant to this paragraph shall expire after five years from the date such tax
16 is first collected.

17 (16) The board of county commissioners of Harvey county may sub-
18 mit the question of imposing a countywide retailers' sales tax at the rate
19 of 1.0% and pledging the revenue received therefrom for the purpose of
20 financing the costs of property tax relief, economic development initia-
21 tives and public infrastructure improvements to the electors at an election
22 called and held thereon.

23 (17) The board of county commissioners of Atchison county may sub-
24 mit the question of imposing a countywide retailers' sales tax at the rate
25 of .25% and pledging the revenue received therefrom for the purpose of
26 financing the costs of construction and maintenance of sports and rec-
27 reational facilities to the electors at an election called and held thereon.
28 The tax imposed pursuant to this paragraph shall expire upon payment
29 of all costs authorized in financing such facilities.

30 (c) The boards of county commissioners of any two or more contig-
31 uous counties, upon adoption of a joint resolution by such boards, may
32 submit the question of imposing a retailers' sales tax within such counties
33 to the electors of such counties at an election called and held thereon
34 and such boards of any two or more contiguous counties shall be required
35 to submit such question upon submission of a petition in each of such
36 counties, signed by a number of electors of each of such counties where
37 submitted equal in number to not less than 10% of the electors of each
38 of such counties who voted at the last preceding general election for the
39 office of secretary of state, or upon receiving resolutions requesting such
40 an election passed by not less than $\frac{2}{3}$ of the membership of the governing
41 body of each of one or more cities within each of such counties which
42 contains a population of not less than 25% of the entire population of
43 each of such counties, or upon receiving resolutions requesting such an

1 election passed by $\frac{2}{3}$ of the membership of the governing body of each
2 of one or more taxing subdivisions within each of such counties which
3 levy not less than 25% of the property taxes levied by all taxing subdivi-
4 sions within each of such counties.

5 (d) Any city retailers' sales tax ~~in the amount of .5%~~ being levied by
6 a city on July 1, ~~1990~~ 2006, shall continue in effect until repealed in the
7 manner provided herein for the adoption and approval of such tax or until
8 repealed by the adoption of an ordinance ~~so providing. In addition to any~~
9 ~~city retailers' sales tax being levied by a city on July 1, 1990, any such city~~
10 ~~may adopt an additional city retailers' sales tax in the amount of .25% or~~
11 ~~.5%, provided that such additional tax is adopted and approved in the~~
12 ~~manner provided for the adoption and approval of a city retailers' sales~~
13 ~~tax for such repeal.~~ Any countywide retailers' sales tax ~~in the amount of~~
14 ~~.5% or 1%~~ in effect on ~~July 1, 1990~~ December 31, 2008, shall continue in
15 effect until repealed in the manner provided herein for the adoption and
16 approval of such tax ~~or until its expiration provided by the ballot question~~
17 ~~submitted at the election that imposed the tax.~~

18 (e) ~~A class D city shall have the same power to levy and collect a city~~
19 ~~retailers' sales tax that a class A city is authorized to levy and collect and~~
20 ~~in addition, the governing body of any class D city may submit the ques-~~
21 ~~tion of imposing an additional city retailers' sales tax in the amount of~~
22 ~~.125%, .25%, .5% or .75% and pledging the revenue received therefrom~~
23 ~~for economic development initiatives, strategic planning initiatives or for~~
24 ~~public infrastructure projects including buildings to the electors at an~~
25 ~~election called and held thereon. Any additional sales tax imposed pur-~~
26 ~~suant to this paragraph shall expire no later than five years from the date~~
27 ~~of imposition thereof, except that any such tax imposed by any class D~~
28 ~~city after the effective date of this act shall expire no later than 10 years~~
29 ~~from the date of imposition thereof.~~

30 ~~(f)~~ Any city or county proposing to adopt a retailers' sales tax shall
31 give notice of its intention to submit such proposition for approval by the
32 electors in the manner required by K.S.A. 10-120, and amendments
33 thereto. The notices shall state the time of the election and the rate and
34 effective date of the proposed tax. If a majority of the electors voting
35 thereon at such election fail to approve the proposition, such proposition
36 may be resubmitted under the conditions and in the manner provided in
37 this act for submission of the proposition. If a majority of the electors
38 voting thereon at such election shall approve the levying of such tax, the
39 governing body of any such city or county shall provide by ordinance or
40 resolution, as the case may be, for the levy of the tax. Any repeal of such
41 tax or any reduction or increase in the rate thereof, within the limits
42 prescribed by K.S.A. 12-189, and amendments thereto, shall be accom-
43 plished in the manner provided herein for the adoption and approval of

1 such tax except that the repeal of any such city retailers' sales tax may be
2 accomplished by the adoption of an ordinance so providing.

3 ~~(g)~~ (f) The sufficiency of the number of signers of any petition filed
4 under this section shall be determined by the county election officer.
5 Every election held under this act shall be conducted by the county elec-
6 tion officer.

7 ~~(h)~~ (g) The governing body of the city or county proposing to levy
8 any retailers' sales tax shall specify the purpose or purposes for which the
9 revenue would be used, and a statement generally describing such pur-
10 pose or purposes shall be included as a part of the ballot proposition.

11 Sec. 2. K.S.A. 2006 Supp. 12-189 is hereby amended to read as fol-
12 lows: 12-189. ~~Except as otherwise provided by paragraph (2) of subsection~~
13 ~~(a) of K.S.A. 12-187, and amendments thereto, The rate of any class A,~~
14 ~~class B or class C city retailers' sales tax shall be fixed in increments of~~
15 ~~.05% and in the an amount of .25%, .5%, .75% or 1% not to exceed 2%~~
16 ~~for general purposes and not to exceed 1% for special purposes which~~
17 ~~amount shall be determined by the governing body of the city. Except as~~
18 ~~otherwise provided by paragraph (2) of subsection (a) of K.S.A. 12-187,~~
19 ~~and amendments thereto, the rate of any class D city retailers' sales tax~~
20 ~~shall be fixed in the amount of .10%, .25%, .5%, .75%, 1%, 1.125%,~~
21 ~~1.25%, 1.5% or 1.75%. The rate of any countywide retailers' sales tax shall~~
22 ~~be fixed in an amount of either .25%, .5%, .75% or 1% which amount~~
23 ~~shall be determined by the board of county commissioners, except that:~~
24 *For any retailers' sales tax imposed by a city for special purposes, such*
25 *city shall specify the purposes for which such tax is imposed. All such*
26 *special purpose retailers' sales taxes imposed by a city shall expire after*
27 *10 years from the date such tax is first collected. The rate of any county*
28 *retailers' sales tax shall be fixed in increments of .05% and in an amount*
29 *not to exceed 2% for general purposes and not to exceed an additional 1%*
30 *for special purposes which shall be determined by the board of county*
31 *commissioners. For any retailers' sales tax imposed by a county for special*
32 *purposes, such county's board of county commissioners shall specify the*
33 *purposes for which such tax is imposed and the expiration and revenue*
34 *sharing provisions, if any. Any county retailers' sales tax in effect on July*
35 *1, 2007, shall continue in effect until repealed in the manner provided in*
36 *K.S.A. 12-187, and amendments thereto, for the adoption and approval*
37 *of such tax or until its expiration provided by the ballot question submitted*
38 *at the election that imposed the tax, whichever date is later. A retailer's*
39 *sales tax for special purposes may be imposed by a county without regard*
40 *to whether any remaining general purpose sales tax authority remains*
41 *unused. A special purpose retailers' sales tax is one where the revenue*
42 *from the sales tax is dedicated to be used for one or more specified public*
43 *purposes, including, but not limited to, the construction, operation and*

1 *maintenance of public infrastructure projects, including, but not limited*
2 *to, roads, highways, bridges, buildings, jails, equipment and furnishings;*
3 *the acquisition and improvement of real property ; economic development*
4 *initiatives; and recreational facilities. The additional sales tax authority*
5 *provided to specified counties below shall expire on December 31, 2008,*
6 *except that any such sales tax that has been voter approved by a ballot*
7 *measure prior to December 31, 2008, shall continue in effect until repealed*
8 *in the manner provided in K.S.A. 12-187, and amendments thereto, for*
9 *the adoption and approval of such tax or until its expiration provided by*
10 *the ballot question submitted at the election that imposed the tax. Such*
11 *additional sales tax authority is as follows:*

12 (a) The board of county commissioners of Wabaunsee county, for the
13 purposes of paragraph (2) of subsection (b) of K.S.A. 12-187, and amend-
14 ments thereto, may fix such rate at 1.25%; the board of county commis-
15 sioners of Osage or Reno county, for the purposes of paragraph (2) of
16 subsection (b) of K.S.A. 12-187, and amendments thereto, may fix such
17 rate at 1.25% or 1.5%; the board of county commissioners of Cherokee,
18 Crawford, Ford, Saline, Seward or Wyandotte county, for the purposes
19 of paragraph (2) of subsection (b) of K.S.A. 12-187, and amendments
20 thereto, may fix such rate at 1.5%, the board of county commissioners of
21 Atchison county, for the purposes of paragraph (2) of subsection (b) of
22 K.S.A. 12-187, and amendments thereto, may fix such rate at 1.5% or
23 1.75%; the board of county commissioners of Anderson, Barton, Jefferson
24 or Ottawa county, for the purposes of paragraph (2) of subsection (b) of
25 K.S.A. 12-187, and amendments thereto, may fix such rate at 2%; and
26 the board of county commissioners of Marion county, for the purposes
27 of paragraph (2) of subsection (b) of K.S.A. 12-187, and amendments
28 thereto, may fix such rate at 2.5%;

29 (b) the board of county commissioners of Jackson county, for the
30 purposes of paragraph (3) of subsection (b) of K.S.A. 12-187, and amend-
31 ments thereto, may fix such rate at 2%;

32 (c) the boards of county commissioners of Finney and Ford counties,
33 for the purposes of paragraph (4) of subsection (b) of K.S.A. 12-187, and
34 amendments thereto, may fix such rate at .25%;

35 (d) the board of county commissioners of any county for the purposes
36 of paragraph (5) of subsection (b) of K.S.A. 12-187, and amendments
37 thereto, may fix such rate at a percentage which is equal to the sum of
38 the rate allowed to be imposed by a board of county commissioners on
39 the effective date of this act plus .25%, .5%, .75% or 1%, as the case
40 requires;

41 (e) the board of county commissioners of Dickinson county, for the
42 purposes of paragraph (7) of subsection (b) of K.S.A. 12-187, and amend-
43 ments thereto, may fix such rate at 1.5%, and the board of county com-

- 1 missioners of Miami county, for the purposes of paragraph (7) of subsection
2 tion (b) of K.S.A. 12-187, and amendments thereto, may fix such rate at
3 1.25%, 1.5%, 1.75% or 2%;
- 4 (f) the board of county commissioners of Sherman county, for the
5 purposes of paragraph (8) of subsection (b) of K.S.A. 12-187, and amend-
6 ments thereto, may fix such rate at 2.25%;
- 7 (g) the board of county commissioners of Crawford or Russell county
8 for the purposes of paragraph (9) of subsection (b) of K.S.A. 12-187, and
9 amendments thereto, may fix such rate at 1.5%;
- 10 (h) the board of county commissioners of Franklin county, for the
11 purposes of paragraph (10) of subsection (b) of K.S.A. 12-187, and
12 amendments thereto, may fix such rate at 1.75%;
- 13 (i) the board of county commissioners of Douglas county, for the
14 purposes of paragraph (11) of subsection (b) of K.S.A. 12-187, and
15 amendments thereto, may fix such rate at 1.25%;
- 16 (j) the board of county commissioners of Jackson county, for the pur-
17 poses of subsection (b)(13) of K.S.A. 12-187 and amendments thereto,
18 may fix such rate at 1.4%;
- 19 (k) the board of county commissioners of Sedgwick county, for the
20 purposes of paragraph (3)(C) of subsection (b) of K.S.A. 12-187, and
21 amendments thereto, may fix such rate at 2%;
- 22 (l) the board of county commissioners of Neosho county, for the pur-
23 poses of paragraph (14) of subsection (b) of K.S.A. 12-187, and amend-
24 ments thereto, may fix such rate at 1.0% or 1.5%;
- 25 (m) the board of county commissioners of Saline county, for the pur-
26 poses of subsection (15) of subsection (b) of K.S.A. 12-187, and amend-
27 ments thereto, may fix such rate at up to 1.5%;
- 28 (n) the board of county commissioners of Harvey county, for the pur-
29 poses of paragraph (16) of subsection (b) of K.S.A. 12-187, and amend-
30 ments thereto, may fix such rate at 2.0%; and
- 31 (o) the board of county commissioners of Atchison county, for the
32 purpose of paragraph (17) of subsection (b) of K.S.A. 12-187, and amend-
33 ments thereto, may fix such rate at a percentage which is equal to the
34 sum of the rate allowed to be imposed by the board of county commis-
35 sioners of Atchison county on the effective date of this act plus .25%.
- 36 Any county or city levying a retailers' sales tax is hereby prohibited
37 from administering or collecting such tax locally, but shall utilize the serv-
38 ices of the state department of revenue to administer, enforce and collect
39 such tax. Except as otherwise specifically provided in K.S.A. 12-189a, and
40 amendments thereto, such tax shall be identical in its application, and
41 exemptions therefrom, to the Kansas retailers' sales tax act and all laws
42 and administrative rules and regulations of the state department of rev-
43 enue relating to the Kansas retailers' sales tax shall apply to such local

1 sales tax insofar as such laws and rules and regulations may be made
2 applicable. The state director of taxation is hereby authorized to admin-
3 ister, enforce and collect such local sales taxes and to adopt such rules
4 and regulations as may be necessary for the efficient and effective ad-
5 ministration and enforcement thereof.

6 Upon receipt of a certified copy of an ordinance or resolution author-
7 izing the levy of a local retailers' sales tax, the director of taxation shall
8 cause such taxes to be collected within or without the boundaries of such
9 taxing subdivision at the same time and in the same manner provided for
10 the collection of the state retailers' sales tax. Such copy shall be submitted
11 to the director of taxation within 30 days after adoption of any such or-
12 dinance or resolution. All moneys collected by the director of taxation
13 under the provisions of this section shall be credited to a county and city
14 retailers' sales tax fund which fund is hereby established in the state treas-
15 ury. Any refund due on any county or city retailers' sales tax collected
16 pursuant to this act shall be paid out of the sales tax refund fund and
17 reimbursed by the director of taxation from collections of local retailers'
18 sales tax revenue. Except for local retailers' sales tax revenue required to
19 be deposited in the redevelopment bond fund established under K.S.A.
20 74-8927, and amendments thereto, all local retailers' sales tax revenue
21 collected within any county or city pursuant to this act shall be appor-
22 tioned and remitted at least quarterly by the state treasurer, on instruction
23 from the director of taxation, to the treasurer of such county or city.

24 Revenue that is received from the imposition of a local retailers' sales
25 tax which exceeds the amount of revenue required to pay the costs of a
26 special project for which such revenue was pledged shall be credited to
27 the city or county general fund, as the case requires.

28 The director of taxation shall provide, upon request by a city or county
29 clerk or treasurer or finance officer of any city or county levying a local
30 retailers' sales tax, monthly reports identifying each retailer doing busi-
31 ness in such city or county or making taxable sales sourced to such city
32 or county, setting forth the tax liability and the amount of such tax re-
33 mitted by each retailer during the preceding month and identifying each
34 business location maintained by the retailer and such retailer's sales or
35 use tax registration or account number. Such report shall be made avail-
36 able to the clerk or treasurer or finance officer of such city or county
37 within a reasonable time after it has been requested from the director of
38 taxation. The director of taxation shall be allowed to assess a reasonable
39 fee for the issuance of such report. Information received by any city or
40 county pursuant to this section shall be confidential, and it shall be un-
41 lawful for any officer or employee of such city or county to divulge any
42 such information in any manner. Any violation of this paragraph by a city
43 or county officer or employee is a class A misdemeanor, and such officer

1 or employee shall be dismissed from office. Reports of violations of this
2 paragraph shall be investigated by the attorney general. The district at-
3 torney or county attorney and the attorney general shall have authority
4 to prosecute violations of this paragraph.

5 Sec. 3. K.S.A. 2006 Supp. 12-192 is hereby amended to read as fol-
6 lows: 12-192. (a) Except as otherwise provided by subsection (b), (d) or
7 (h), all revenue received by the director of taxation from a countywide
8 retailers' sales tax *for general purposes imposed pursuant to K.S.A. 12-*
9 *187 and 12-189, and amendments thereto*, shall be apportioned among
10 the county and each city located in such county in the following manner:
11 (1) One-half of all revenue received by the director of taxation shall be
12 apportioned among the county and each city located in such county in
13 the proportion that the total tangible property tax levies made in such
14 county in the preceding year for all funds of each such governmental unit
15 bear to the total of all such levies made in the preceding year, and (2) $\frac{1}{2}$
16 of all revenue received by the director of taxation from such countywide
17 retailers' sales tax shall be apportioned among the county and each city
18 located in such county, first to the county that portion of the revenue
19 equal to the proportion that the population of the county residing in the
20 unincorporated area of the county bears to the total population of the
21 county, and second to the cities in the proportion that the population of
22 each city bears to the total population of the county, except that no per-
23 sons residing within the Fort Riley military reservation shall be included
24 in the determination of the population of any city located within Riley
25 county. All revenue apportioned to a county shall be paid to its county
26 treasurer and shall be credited to the general fund of the county.

27 (b) (1) ~~As an alternative and in lieu of the apportionment formula~~
28 ~~provided in subsection (a)~~, All revenue received by the director of taxation
29 from a countywide retailers' sales tax *for general purposes imposed pur-*
30 *suant to K.S.A. 12-187 and 12-189, and amendments thereto*, imposed
31 within Johnson county at the rate of .75% or ~~1%~~ *higher up to a maximum*
32 *of 2%* after the effective date of this act ~~may~~ *shall* be apportioned among
33 the county and each city located in such county in the following manner:
34 (A) The revenue received from the first .5% rate of tax shall be appor-
35 tioned in the manner prescribed by subsection (a) and (B) the revenue
36 received from the rate of tax exceeding .5% shall be apportioned as fol-
37 lows: (i) One-fourth shall be apportioned among the county and each city
38 located in such county in the proportion that the total tangible property
39 tax levies made in such county in the preceding year for all funds of each
40 such governmental unit bear to the total of all such levies made in the
41 preceding year and (ii) one-fourth shall be apportioned among the county
42 and each city located in such county, first to the county that portion of
43 the revenue equal to the proportion that the population of the county

1 residing in the unincorporated area of the county bears to the total pop-
2 ulation of the county, and second to the cities in the proportion that the
3 population of each city bears to the total population of the county and
4 (iii) one-half shall be retained by the county for its sole use and benefit.

5 (2) In lieu of the apportionment formula provided in subsection (a),
6 all money received by the director of taxation from a countywide sales tax
7 imposed within Montgomery county pursuant to the election held on
8 November 8, 1994, shall be remitted to and shall be retained by the
9 county and expended only for the purpose for which the revenue received
10 from the tax was pledged. All revenue apportioned and paid from the
11 imposition of such tax to the treasurer of any city prior to the effective
12 date of this act shall be remitted to the county treasurer and expended
13 only for the purpose for which the revenue received from the tax was
14 pledged.

15 (3) In lieu of the apportionment formula provided in subsection (a),
16 on and after the effective date of this act, all moneys received by the
17 director of taxation from a countywide retailers' sales tax imposed within
18 Phillips county pursuant to the election held on September 20, 2005, shall
19 be remitted to and shall be retained by the county and expended only for
20 the purpose for which the revenue received from the tax was pledged.

21 (c) (1) Except as otherwise provided by paragraph (2) of this subsec-
22 tion, for purposes of subsections (a) and (b), the term "total tangible
23 property tax levies" means the aggregate dollar amount of tax revenue
24 derived from ad valorem tax levies applicable to all tangible property
25 located within each such city or county. The ad valorem property tax levy
26 of any county or city district entity or subdivision shall be included within
27 this term if the levy of any such district entity or subdivision is applicable
28 to all tangible property located within each such city or county.

29 (2) For the purposes of subsections (a) and (b), any ad valorem prop-
30 erty tax levied on property located in a city in Johnson county for the
31 purpose of providing fire protection service in such city shall be included
32 within the term "total tangible property tax levies" for such city regardless
33 of its applicability to all tangible property located within each such city.
34 If the tax is levied by a district which extends across city boundaries, for
35 purposes of this computation, the amount of such levy shall be appor-
36 tioned among each city in which such district extends in the proportion
37 that such tax levied within each city bears to the total tax levied by the
38 district.

39 (d) (1) All revenue received from a countywide retailers' sales tax
40 imposed pursuant to paragraphs (2), (3)(C), (6), (7), (8), (9), (12), (14),
41 (15), (16) or (17) of subsection (b) of K.S.A. 12-187, and amendments
42 thereto, *and all revenue received from a special purpose countywide re-*
43 *tailers' sales tax imposed pursuant to K.S.A. 12-187 and 12-189, and*

1 *amendments thereto*, shall be remitted to and shall be retained by the
2 county and expended only for the purpose for which the revenue received
3 from the tax was pledged, *except that a county may share the revenue*
4 *from a special purpose countywide retailers' sales tax with other munic-*
5 *ipalities or taxing subdivisions in the county.*

6 (2) Except as otherwise provided in paragraph (5) of subsection (b)
7 of K.S.A. 12-187, and amendments thereto, all revenues received from a
8 countywide retailers' sales tax imposed pursuant to paragraph (5) of sub-
9 section (b) of K.S.A. 12-187, and amendments thereto, shall be remitted
10 to and shall be retained by the county and expended only for the purpose
11 for which the revenue received from the tax was pledged.

12 (e) All revenue apportioned to the several cities of the county shall
13 be paid to the respective treasurers thereof and deposited in the general
14 fund of the city. Whenever the territory of any city is located in two or
15 more counties and any one or more of such counties do not levy a coun-
16 tywide retailers' sales tax, or whenever such counties do not levy coun-
17 tywide retailers' sales taxes at a uniform rate, the revenue received by
18 such city from the proceeds of the countywide retailers' sales tax, as an
19 alternative to depositing the same in the general fund, may be used for
20 the purpose of reducing the tax levies of such city upon the taxable tan-
21 gible property located within the county levying such countywide retail-
22 ers' sales tax.

23 (f) Prior to March 1 of each year, the secretary of revenue shall advise
24 each county treasurer of the revenue collected in such county from the
25 state retailers' sales tax for the preceding calendar year.

26 (g) Prior to December 31 of each year, the clerk of every county
27 imposing a countywide retailers' sales tax shall provide such information
28 deemed necessary by the secretary of revenue to apportion and remit
29 revenue to the counties and cities pursuant to this section.

30 (h) The provisions of subsections (a) and (b) for the apportionment
31 of countywide retailers' sales tax shall not apply to any revenues received
32 pursuant to a county or countywide retailers' sales tax levied or collected
33 under K.S.A. 74-8929, and amendments thereto. All such revenue col-
34 lected under K.S.A. 74-8929, and amendments thereto, shall be deposited
35 into the redevelopment bond fund established by K.S.A. 74-8927, and
36 amendments thereto, for the period of time set forth in K.S.A. 74-8927,
37 and amendments thereto.

38 Sec. 4. K.S.A. 2006 Supp. 12-187, 12-187b, 12-189, 12-189f and 12-
39 192 are hereby repealed.

40 Sec. 5. This act shall take effect and be in force from and after its
41 publication in the Kansas register.